[DIESEL BUS PURCHASE]

APPROVING ASSIGNMENT OF AMENDMENT TO AGREEMENT FOR PURCHASE OF 45
DIESEL BUSES AND ASSOCIATED EQUIPMENT AND SPARE PARTS AS A
COOPERATIVE BUYING AGREEMENT BETWEEN THE CITY, AC TRANSIT AND NORTH
AMERICAN BUS INDUSTRIES

WHEREAS, The Municipal Railway fleet contains 180 standard diesel coaches beyond their useful life that will not meet current environmental guidelines or revenue service demands; and

WHEREAS, A reserve fleet of 45 buses is required to supplement the aging fleet as soon as possible; and

WHEREAS, A negotiated procurement process under Contract Proposal (CP) No. 300 is currently underway for full fleet replacement, but deliveries under the procurement are not likely to begin before mid to late 2000; and

WHEREAS, Under Administrative Code Section 21.53, the Purchaser is authorized to enter into cooperative buying agreements with other public agencies within the State of California to make purchases of material, equipment or supplies; and

WHEREAS, After conducting a survey of current California and other United States diesel bus procurements, the Public Transportation Department (PTD) identified AC Transit's order of "clean" diesel buses from North American Bus Industries (NABI) as the only candidate for a cooperative buying agreement that meets MUNI's delivery and technical requirements; and

WHEREAS, PTD would acquire a fleet of 45 clean diesel coaches at least 9-12 months earlier than the fleet replacement delivery under CP No. 300 by "piggybacking" onto the AC Transit contract, which was competitively bid in 1995; and

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WHEREAS, This fleet of 45 clean diesel buses would enable MUNI to retire 45 of its oldest diesel buses and reduce the number of buses to be acquired under CP No. 300; and

WHEREAS, Both NABI and AC Transit are willing to participate in the transaction by amending their contract to add the 45 buses and assigning that amendment to the City; and

WHEREAS, The City has negotiated a purchase price of \$12,040,475 for all buses, equipment, manuals and spare parts; the per bus price of \$263,053 is within 10 percent of the current AC Transit price, even taking into consideration technical changes to comply with new legal requirements and to meet MUNI operating requirements; and

WHEREAS, NABI has agreed to comply with various City contracting requirements not contained in the AC Transit agreement, including the Equal Benefits Ordinance, Tropical Hardwoods, False Claims and Guaranteed Maximum Costs; and

WHEREAS, The Public Transportation Department and the Purchaser believe that the proposed transaction to acquire an earlier delivery of buses is in the best interests of the City; and

WHEREAS, On August 11, 1998, pursuant to Resolution No.

98-066, the Public Transportation Commission approved the transaction and recommended that this Board approve the Assignment; now, therefore, be it

RESOLVED, That this Board approves the Assignment of Amendment to Agreement for Purchase of 45 Diesel Buses between the City, AC Transit and NABI, and authorizes execution of the Assignment by the appropriate City officials.

RECOMMENDED:

PURCHASER

GENERAL MANAGER

PUBLIC TRANSPORTATION DEPARTMENT

\*\*PUBLIC TRANSPORTATION DEPARTMENT\*\*



## City and County of San Francisco Tails

Veterans Building 401 Van Ness Avenue, Room 308 San Francisco, CA 94102-4532

## Resolution

File Number:

981375

**Date Passed:** 

Resolution approving assignment of amendment to agreement for purchase of 45 diesel buses and associated equipment and spare parts as a cooperative buying agreement between the City, AC Transit and North American Bus Industries.

October 19, 1998 Board of Supervisors — ADOPTED

Ayes: 10 - Ammiano, Bierman, Brown, Katz, Kaufman, Leno, Medina, Teng,

Yaki, Yee

Absent: 1 - Newsom

File No. 981375

I hereby certify that the foregoing Resolution was ADOPTED on October 19, 1998 by the Board of Supervisors of the City and County of San Francisco.

Gloria L. Young

Clerk of the Board

Mayor Willie L. Brown Jr

OCT 2 8 1998

Date Approved